



State of Utah  
DEPARTMENT OF NATURAL RESOURCES  
DIVISION OF OIL, GAS AND MINING

Michael O. Leavitt  
Governor

Robert L. Morgan  
Executive Director

Lowell P. Braxton  
Division Director

1594 West North Temple, Suite 1210  
PO Box 145801  
Salt Lake City, Utah 84114-5801  
(801) 538-5340 telephone  
(801) 359-3940 fax  
(801) 538-7223 TTY  
www.nr.utah.gov

July 9, 2003

CERTIFIED RETURN RECEIPT  
7099 3400 0016 8895 6054

Mike Brown  
Graymont Western US, Inc.  
3950 South 700 East, Suite 301  
Salt Lake City, Utah 84107

Re: Cancellation of Reclamation Surety, Graymont Western US Inc., Cricket Mountain Limestone Mine, M/027/006, Millard County, Utah

Dear Mr. Brown:

On July 1, 2003, we received written notification from Kemper Insurance Companies (Lumbermens Mutual Casualty Company, c/o AXA Pacific Insurance Company), that they will not renew the Mined Land Reclamation Bond ; posted as reclamation surety for Graymont Western US Inc.'s, Cricket Mountain Limestone Mine, located in Millard County, Utah. The surety will be cancelled 90-days from our receipt of the cancellation notice (effective September 29, 2003).

The Utah Mined Land Reclamation Act requires that an adequate surety be maintained for all large mining operations until the mine site is successfully reclaimed, therein allowing bond release. ***You are hereby advised that we must receive a replacement form of surety within 60 days, or prior to September 1, 2003, or we will be forced to start surety forfeiture proceedings.***

Please contact me at (801) 538-5286, or Joelle Burns at (801) 538-5291 to discuss this situation further and to inform us of your intentions. Thank you for your consideration and prompt attention to this important permitting requirement.

Sincerely,

D. Wayne Hedberg  
Permit Supervisor  
Minerals Regulatory Program

jb

enclosure – Kemper cancellation notice

cc: Steve Alder, AAG=s Office

Mary Ann Wright, DOGM

Brian Logan, Kemper Insurance Companies

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**Utah!**  
Where ideas connect



Date: June 23, 2003

## CANCELLATION NOTICE

State of Utah  
Department of Natural Resources  
1594 West North Temple Suite 1210  
Salt Lake City, Utah  
84114-5801

**PLEASE SIGN AND RETURN**

*D. Wayne Hedberg*

*\* Acknowledging  
Receipt of notice  
only.*

Graymont Western US Inc.  
#201 - 11 Bellwether Way  
Bellingham, WA  
98225

Lumbermens Mutual Casualty Company  
c/o AXA Pacific Insurance Company  
3<sup>rd</sup> Floor, 999 West Hastings Street  
Vancouver, B.C. Canada  
V6C 2W2

The undersigned Company executed Bond No. \_\_\_\_\_ effective August 1, 2002 on behalf of Graymont Western US Inc. in your favor and notifies you that it does hereby cancel said Bond effective September 23, 2003.

This notice is given to you in accordance with the cancellation provision in said Bond.

Surety:

Lumbermens Mutual Casualty Company

*Brian Logan*

Brian Logan, Attorney-in-Fact

RECEIVED

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DIV. OF OIL, GAS & MINING